

THE BOTTOM LINE

Fiscal Year 2022 Department of the Navy Budget Submission

The Department of Navy's (DON's) Fiscal Year 2022 (FY 2022) President's Budget submission (PB22) of \$211.7B is an increase of \$3.8B (1.8%) from the FY 2021 enacted budget received from Congress. The additional funds partially offset the overall 2.2% inflation rate that the Federal Reserve predicts for 2021, allowing the DON to maintain buying power and capability almost at the same level as FY 2021.

Within fiscal constraints, PB22 maximizes naval seapower and provides mobile, self-reliant, survivable, and distributable forces perfectly suited to combat the contemporary threats the nation faces. The DON has aligned PB22 to support the goals of the interim *National Security Strategy* (NSS), SECDEF's *Message to the Force*, SECNAV's *Strategic Vision*, the tri-service maritime strategy, *Advantage at Sea: Prevailing with Integrated All-Domain Naval Power*, the Chief of Naval Operations *Navigation Plan 2021*, and the Commandant of the Marine Corps' *Force Design 2030*.

The DON's PB22 submission prioritizes funding to resource the Department's sense of urgency – 2020's critical "decade of concern" to shape the balance of maritime power in this century. PB22 builds on the programming work done by the Navy and Marine Corps to deliver a naval force ready to win across the full range of military operations in competition, crisis, and contingency by operating forward with lethal, networked capabilities. The DON prioritized requirements, divesting of legacy and lower priority programs to realign billions of dollars to higher priority programs. The result is a budget that prioritizes defending the nation while taking care of our people and succeeding through teamwork with allies and partners. PB22 enables us to compete with, deter, and, if necessary, defeat our adversaries today while accelerating development of a lethal, modernized, distributed, and integrated all-domain naval force for the future.

DEFEND THE NATION

TAKE CARE OF OUR PEOPLE

SUCCEED THROUGH TEAMWORK

HIGHLIGHTS:

- The budget provides for a deployable battle force of 296 ships in FY 2022 and a Navy of 346,200 Sailors and 178,500 Marines.
- PB22 procures 8 battle force ships in FY 2022. (2 SSN 774, 1 DDG 51, 1 FFG, 1 T-AO 205, 2 T-ATS 6, and 1 T-AGOS(X)). It also funds 8 other construction efforts (2 LCAC service life extensions, 2 ship-to-shore connectors, and 4 LCU 1700s).
- Aircraft procurement funds 107 fixed-wing, rotary-wing, and unmanned aircraft in FY 2022 (20 F-35C, 17 F-35B, 5 E-2D, 6 KC-130J, 9 CH-53K, 3 CMV-22, 5 MV-22, 36 TH-73A, 6 MALE-T).
- USMC *Force Design* divests \$1.4B of legacy capability/surge capacity in FY 2022 to reallocate into warfighting capability and capacity, 21st Century Learning, and network modernization for the future operating environment.
- FY 2022 R&D increases 12.4% to \$22.6B. Funds science and technology \$2.4B; develops key technologies such as advanced and networked weapons, unmanned systems, hypersonics, cyber tech, and Columbia class submarine.
- Funds battle force of 296 ships. Increases ship depot maintenance 5.5% to \$11.6B, ship operations 6.4% to \$5.9B, flying hours 11.0% to \$8.7B. Funds air depot maintenance at \$1.6B, Marine Corps ground equipment at \$0.2B, facilities sustainment at 80% of requirement; funds facilities restoration and modernization at \$4.2B.
- Military construction is funded at \$2.4B (29 projects supporting Guam buildup, shipyards, and new platforms).
- Funds a 2.7% pay increase for military basic pay and our Department of the Navy civilians.
- Family housing increases 6.2%, improves privatized housing/funds 95% of government-owned units at standards.
- Maintains education funding; increases funding for sexual assault prevention and response and mental health.

Key Messages

- Invest to shape the balance of maritime power this century in support of the *National Security Strategy*
- Recapitalize ballistic missile submarine fleet
- Sustain readiness to deliver credible naval forces now
- Increase lethality and modernization in order to deliver non-linear warfighting advantages
- Modernize the USMC through *Force Design* funded by targeted divestments from legacy capabilities
- Deliver capable capacity within our budget topline
- Leverage scarce budget dollars through efficiencies garnered by a recurring focus on reform

\$211.7B FY 2022 Budget Details

FY 2022 amount or quantity (& delta from FY 2021 enacted)

- \$56.6B for Military Personnel (+\$1.9B/+3.5%)
- \$71.2B for Operation & Maintenance (+\$2.3B/+3.4%)
- \$58.2B for Procurement (-\$3.5B/-5.7%)
- \$22.6B for Research and Development (+\$2.5B/+12.4%)
- \$3.0B for Infrastructure (+\$0.4B/+13.9%)
- \$0.2B for Navy Working Capital Fund (+\$0.2B/NA)
- 346,200 Active Navy end strength (-1,600 ES)
- 178,500 Active Marine Corps end strength (-2,700 ES)
- 223,113 Civilian full-time equivalents (+1,270 FTE)